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**SOUTHWEST WOODLIES
WATERWORKS DISTRICT**
Bossier, Louisiana

Comptrol Financial Statements

December 31, 1987

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, entity and other appropriate public officials. This report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

DEC 22 1988

Release Date _____

SOUTHWEST WATFALLS WATERWORKS DISTRICT
Bunkie, Louisiana

Proprietary Fund Type
Enterprise Fund
Comparative Balance Sheet
December 31, 1999 and 1998

	<u>Unaudited</u>	<u>Audited</u>
	<u>1999</u>	<u>1998</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,000	\$ 1,000
Investments	7,000	-
Accounts receivable, water sales	70,000	7,000
Prepaid insurance	300	300
Total current assets	<u>78,600</u>	<u>18,300</u>
Restricted assets:		
Cash and cash equivalents	82,810	80,100
Investments	17,000	14,810
Property tax receivable	10,000	9,000
Accrued interest receivable	-	30
Total restricted assets	<u>119,810</u>	<u>114,940</u>
Property, plant and equipment:		
Land	1,000	1,000
Water system	800,000	799,000
Equipment	10,000	10,000
Total	<u>811,000</u>	<u>810,000</u>
Less: accumulated depreciation	<u>(100,000)</u>	<u>(100,000)</u>
Net depreciable assets	<u>711,000</u>	<u>710,000</u>
Construction in progress	-	500,000
Net property, plant and equipment	<u>711,000</u>	<u>1,210,000</u>
Total assets	<u>\$ 907,410</u>	<u>\$ 994,000</u>

See accountants' report.

KOLDER, CHAMPAGNE, SLAVEN & RAINEY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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ACCOUNTANTS' REPORT

Board of Directors
Southeast Acrylonics Waterworks District
Bossier, Louisiana

We have compiled the accompanying financial statements of Southeast Acrylonics Waterworks District, a component unit of the Acrylonics Parish Police Jury, as of December 31, 1997 and for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements and supplementary information that is the representation of management. We have not audited or reviewed the accompanying 1997 financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

The financial statements as of and for the year ended December 31, 1996, were audited by another accountant, and he expressed an unqualified opinion on them in his report dated June 24, 1997, but we have not performed any auditing procedures since that date.

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Monticello, Louisiana
June 16, 1998

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COMPONENT UNIT FINANCIAL STATEMENTS

NORTHWEST WATERSHED WATERWORKS CONTRACT
Bunkie, Louisiana

Proprietary Fund Type
Balance Sheet
Comparative Balance Sheet
December 31, 1997 and 1996

	<u>Unaudited</u> 1997	<u>Audited</u> 1996
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 3,100	\$ 3,387
Investments	1,000	-
Accounts receivable, water sales	10,000	7,280
Prepaid insurance	385	351
Total current assets	<u>14,865</u>	<u>11,018</u>
Restricted assets:		
Cash and cash equivalents	60,400	56,200
Investments	17,400	20,000
Property tax receivable	10,740	8,074
Accrued depreciat receivable	-	52
Total restricted assets	<u>88,540</u>	<u>84,326</u>
Property, plant and equipment:		
Land	1,000	1,000
Water system	987,000	100,000
Equipment	50,000	10,000
Total	<u>1,038,000</u>	<u>111,000</u>
Less: accumulated depreciation	<u>(720,000)</u>	<u>(100,000)</u>
Net depreciable assets	318,000	11,000
Construction in progress	-	200,000
Net property, plant and equipment	<u>318,000</u>	<u>311,000</u>
Total assets	<u>\$ 147,130</u>	<u>\$ 106,344</u>

See accountants' report.

	<u>Unaudited</u>	<u>Audited</u>
	<u>1997</u>	<u>1996</u>
LIABILITIES AND FUND EQUITY		
Current liabilities:		
Current liabilities (payable from current assets) :		
Accounts payable	\$ 783	\$ 2,172
Notes payable	427	427
Sales tax payable	288	228
Total current liabilities (payable from current assets)	<u>1,498</u>	<u>2,827</u>
Current liabilities (payable from restricted assets) :		
Revenue bonds	5,000	5,000
Public Improvement Bonds	5,000	5,000
Customer deposits	18,280	9,478
Accrued interest payable	8,522	8,522
Total current liabilities (payable from restricted assets)	<u>26,802</u>	<u>28,000</u>
Long-term liabilities:		
Notes payable (net of current portions)	59,584	59,528
Public improvement bonds (net of current portions)	66,200	78,668
Revenue bonds payable (net of current portions)	127,582	127,582
Total long-term liabilities	<u>253,366</u>	<u>265,788</u>
Total liabilities	<u>511,666</u>	<u>556,635</u>
Fund equity:		
Contributed capital :		
State	438,528	397,527
Less: Accumulated amortization	<u>(72,388)</u>	<u>(14,125)</u>
Net contributed capital	<u>366,140</u>	<u>383,402</u>
Retained earnings:		
Reserved -		
Revenue bond retirement	64,569	54,278
Unreserved - deficit	<u>(14,252)</u>	<u>(21,848)</u>
Total reserved earnings	<u>50,317</u>	<u>32,430</u>
Total fund equity	<u>416,457</u>	<u>415,832</u>
Total liabilities and fund equity	<u>\$ 928,123</u>	<u>\$ 972,467</u>

SOUTHWEST ILLINOIS WATERWORKS DISTRICT
 Mendon, Louisiana

Proprietary Fund Type
 Enterprise Fund

Comparative Statement of Revenues, Expenses and Changes in Retained Earnings
 Years Ended December 31, 1997 and 1996

	<u>1997</u>	<u>1996</u>
Operating revenues:		
Charges for services - water sales and fees	\$ 79,818	\$ 63,381
Operating expenses:		
Office	1,148	5,519
Truck expenses	-	1,800
Telephones and utilities	10,184	7,882
Supplies	1,893	8,877
Repairs and maintenance	4,898	8,743
Professional services	1,188	1,800
Contract services	28,068	28,880
Insurance	1,225	1,800
Depreciation	29,889	11,284
Other operating	2,122	778
Total operating expenses	<u>89,384</u>	<u>89,807</u>
Operating income	<u>-13,428</u>	<u>-2,824</u>
Nonoperating revenues (expenses):		
Interest income	2,509	2,287
Property tax revenue	21,718	8,874
Assessor fees and sheriff fees	-	(142)
Interest expense	<u>(12,822)</u>	<u>(12,282)</u>
Total nonoperating revenues (expenses)	<u>1,395</u>	<u>(1,263)</u>
Net income	<u>-12,033</u>	<u>-4,107</u>
Add: Depreciation on fixed assets acquired by grants, entitlements, and shared revenues actually restricted for capital acquisitions and construction that otherwise contributed capital	12,004	3,329
Retained earnings, beginning	<u>-29,320</u>	<u>-27,821</u>
Retained earnings, ending	<u>\$ -12,352</u>	<u>\$ -28,599</u>

See ACCOUNTANTS' REPORT.

BOULEVARD AVYLLER WATERWORK DISTRICT
Bossier, Louisiana

Proprietary Fund Type
Enterprise Fund
Comparative Statement of Cash Flows
Years Ended December 31, 1997 and 1998

	Unaudited 1997	Audited 1998
Cash flows from operating activities:		
Cash received from customers	\$ 76,955	\$ 61,948
Cash payments to suppliers for goods and services	<u>(48,288)</u>	<u>(48,312)</u>
Net cash provided by operating activities	<u>28,667</u>	<u>13,636</u>
Cash flows from capital and related financing activities:		
Principal paid on notes and bonds payable	18,580	(9,435)
Interest paid on notes and bonds payable	(12,983)	(12,292)
Acquisitions of plant and equipment	(25,290)	(249,817)
Grant proceeds from AFPO	35,288	229,837
Tax revenue collected, net of fees	<u>18,588</u>	<u>8,282</u>
Net cash used for capital and related financing activities	<u>(119,967)</u>	<u>(141,432)</u>
Cash flows from investing activities:		
Increase in investments	18,580	14,404
Interest received on investments	<u>2,131</u>	<u>2,378</u>
Net cash provided by investing activities	<u>20,711</u>	<u>16,782</u>
Net increase in cash and cash equivalents	8,411	17,707
Cash and cash equivalents, beginning of year	<u>38,382</u>	<u>20,688</u>
Cash and cash equivalents, end of year	\$ 46,793	\$ 38,395

SOUTHWEST ELECTRIC WATERWORKS DISTRICT
Buckie, Louisiana

Proprietary Fund Type
Enterprise Fund
Comparative Statement of Cash Flows (UNCLASSIFIED)
Years Ended December 31, 1987 and 1986

	<u>Unaudited</u>	<u>Audited</u>
	<u>1987</u>	<u>1986</u>
Reconciliation of net income to net cash provided by operating activities:		
Operating income	\$ 10,814	\$ 8,881
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	21,380	17,386
Changes in assets and liabilities:		
Increase (decrease) in accounts receivable	(5,383)	128
Increase (decrease) in prepaid insurance	(18)	(228)
Increase (decrease) in accounts payable	(1,280)	1,448
Increase (decrease) in sales taxes payable	14	18
Increase (decrease) in customer deposits	310	(2,288)
Total adjustments	<u>17,213</u>	<u>16,264</u>
Net cash provided by operating activities	\$ 27,987	\$ 17,987
	*****	*****

See annual/STATE'S REPORT.

SOUTHWEST AVOYELLES WATERWORKS DISTRICT
Bunkie, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

4) Summary of Significant Accounting Policies

The Southwest Avoyelles Waterworks District was created on March 23, 1993 as a nonprofit corporation as defined in Louisiana Revised Statutes (15:560-15:569 (R)). The Corporation operates under a Board of Directors consisting of five (5) members. The following is a summary of certain accounting policies.

The accounting and reporting policies of the District conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of the voluntary audit guide, Basics of State and Local Governmental Accounting.

The water district is a component unit of the Avoyelles Parish Police Jury, the primary government. The directors of the District are appointed by the Avoyelles Parish Police Jury.

The Water District serves approximately 180 customers and has 3 contract employees.

A. Basis of Presentation

The accompanying component unit financial statements of the Southwest Avoyelles Waterworks District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. Reporting Entity

For financial reporting purposes, these component unit financial statements include all funds and activities that are controlled by the District as an independent political subdivision of the State of Louisiana. Although legally separate from the Avoyelles Parish Police Jury, the Avoyelles Parish Police Jury appoints the Board of Directors and has the ability to impose its will on the District and therefore is considered to be a component unit of the Avoyelles Parish Police Jury (primary government), the financial reporting entity.

WESTBAY UTILITIES MANAGEMENT DISTRICT
Berkeley, Louisiana

Notes to the Financial Statements

C. FUND ACCOUNTING

The District uses fund accounting to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

The District uses an enterprise fund to account for its proprietary fund operations. An enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

D. Basis of Accounting

Basis of accounting refers to when revenues and expenditures, or expenses, are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The District utilizes the accrual basis of accounting whereby revenues are recognized when they are earned and expenses are recognized when incurred. Billed utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month are recorded in accounts receivable.

E. Fixed Assets and Liabilities

Fixed assets are accounted for on a cost of services or "capital maintenance" measurement basis, and all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets.

SOUTHWEST WOVELLE WATERWORKS DISTRICT
Bunkie, Louisiana

Notes to the Financial Statements

Depreciation of all depreciable fixed assets used by proprietary funds is charged as an expense against their operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	5-8 years
Buildings	40 years
Storage tanks	30 years
Distribution system	30 years

All fixed assets are stated at historical cost. Depreciated fixed assets, if any, are stated at their estimated fair value on the date defined.

The District follows the policy of capitalizing interest as a component of the cost of property, plant and equipment for the use. For the year ended December 31, 1987, there were no interest charges capitalized on fixed assets acquired or constructed.

F. INVESTMENTS

Investments which consist of insured money market accounts and interest-bearing demand deposit accounts are stated at cost, which approximates market.

G. RESTRICTED ASSETS

Certain proceeds of the Revenue Bonds and Public Improvement Bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. Also, security deposits paid by customers are classified as restricted assets since they are refundable to the customer.

H. Bad Debts

The allowance method is used to recognize bad debts of accounts receivable. The allowance is determined based upon past history and the aging of accounts receivable as of year-end. The allowance for bad debts on December 31, 1987 is immaterial.

I. Accumulated Absences

The District has no set policy for accumulated vacation, sick pay or other employee benefits. Therefore, no accruals for compensated absences have been made in these financial statements.

SOUTHWEST JUVENILES SUPERVISION DISTRICT
Berkid, Louisiana

Notes to the Financial Statements

2. Reserve

Reserve accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the District as an extension of formal budgetary integration in the funds.

3. Statement of Cash Flows

For purposes of the statement of cash flows, the proprietary fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

4. Comparative Data

Comparative data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations.

(10) Cash and Investments

Under state law, the District may deposit funds within a fiscal agent bank organized under the laws of the state of Louisiana, the law of any other state in the Union, or the laws of the United States. The District may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. In December 31, 1997, the District had cash and interest-bearing deposits (bank balances) totaling \$44,528. These deposits are stated at cost, which approximates market. Under state law, these deposits, for the preceding bank balances must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. Deposit balances (bank balances) at December 31, 1997 of \$44,528 were secured in total by Federal deposit insurance.

The investments held by the District are comprised of time deposits with a maturity of six months. The carrying amount approximates market. The bank balances totaling \$13,439 were secured by Federal deposit insurance.

SOUTHWEST AWOYILLES PARISHES DISTRICT
Bunkie, Louisiana

Notes to the Financial Statements

(2) Accounts Receivable

The accounts receivable balance at December 31, 1997 of \$18,488 consisted of the following:

Billed -	
Current	\$ 8,818 809
Arrears	<u>1,181 209</u>
Total Billed	8,878 1009
Unbilled	<u>2,885</u>
Total receivables, net	\$10,883 *****

Unbilled receivables represent the estimated billings for water sales from the last date the meters were read in the year of 1997 (approximately the 30th of December) to the end of the year.

The property tax revenue for 1997 and the receivable balance at December 31, 1997 consisted of the following:

Taxable assessments	\$1,886,718
Millage rate	<u>0.0053</u>
Gross tax revenue	10,715
Less Parish Assessor fees	<u>0</u>
NET tax revenue	\$ 10,715 *****
Property tax receivable	\$ 10,715 *****

The taxes are levied in October of each year and are payable by January 1 of the following year. The Awoyilles Parish Sheriff bills and collects the taxes. The tax rolls are prepared and certified by the Awoyilles Parish Assessor. As per State Law, these revenues are securing the Public Improvement Bonds payable at PMA.

SOUTHWEST MISSISSIPPI WATERWORKS DISTRICT
Memphis, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

14) Property, Plant, and Equipment:

A summary of changes in property, plant and equipments follows:

	Balance 12/31/86	ADDITIONS	Deletions	Balance 12/31/87
Land	\$ 1,388	\$ -	\$ -	\$ 1,388
Equipment	18,495	293	-	18,788
Distribution system	389,344	382,818	-	772,162
Totals	\$419,227	\$685,111	\$ -	\$1,104,338

15) Changes in Long-Term Debt:

The following is a summary of debt transactions of the District for the year ended December 31, 1987:

	Bonds ISSUED
Long-term obligations payable, December 31, 1986	2181,482
Additions	-
Deductions	18,820
Long-term obligations payable at December 31, 1987	\$192,662

Notes and bonds payable (current and long-term portions) are financed with the Farmers Home Administration (FHA).

Notes and bonds payable at December 31, 1987 consist of the following individual liabilities:

Revenue Bonds

\$228,000 1978 bonds, bearing interest at 8% per annum. Final maturity date, January 8, 2008. \$17,000

Public Improvement Bonds

\$100,000 1978 bonds, bearing interest at 8% per annum. Final maturity date, January 8, 2008. 88,200

SOUTHWEST WATERSHED DISTRICT
Bunkie, Louisiana

Notes to the Financial Statements

Installment Note Payable

\$49,450 rescheduling of Revenue Bond principal and interest charges in arrears of \$7,000 and \$12,800, respectively, bearing interest at 8% per annum. Final maturity date, January 2, 2018. —12,800

Total notes and bonds payable at December 31, 1977 2146.120

Principal and interest payments on the Revenue Bonds, Public Improvement Bonds, and the installment note are due on January 25th of each year.

The Revenue Bonds and the installment note are secured by the revenues derived from operation of the system. The Public Improvement Bonds are secured by the annual levy of unlimited ad valorem taxes on all taxable property within the corporate limits of the wastewater district.

The annual requirements to amortize all notes and bonds outstanding as of December 31, 1977 are as follows:

<u>Period Ending</u> <u>December 31...</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1978	\$ 8,877	\$ 12,362	\$ 21,239
1979	8,715	12,774	21,489
1980	8,751	12,358	21,109
1981	8,788	12,881	21,669
1982	18,828	12,351	31,179
1983-1987	62,823	45,812	108,635
1988-1992	78,120	31,065	109,185
1993-2006	—12,321	—8,822	—21,143
	2146.120	2146.463	2392.583

The ordinances authorizing issuance of the revenue bonds created the Bond Sinking Fund, Interest Reserve Fund and Contingencies and Depreciation Fund. The gross revenues of the wastewater system, after deduction of reasonable expenses of operations and maintenance are pledged to these funds as follows:

Bond Sinking Fund

A transfer from the Water Revenue Fund on or before the 25th day of each month of each year is an equal to one-twelfth (1/12) of the total amount of principal and interest falling due in ensuing year.

SOUTHWEST WATERWORKS DISTRICT
Bossier, Louisiana

Notes to the Financial Statements

Interest Reserve Fund

A transfer from the Water Revenue Fund on or before the 15th day of each month of each year is a sum at least equal to five percent (5%) of the amount being transferred to the Bond Sinking Fund, with payments to continue until the Fund has accumulated a sum equal to the highest combined principal and interest falling due in any year, as a Debt Service Reserve for the sole purpose of paying the principal and interest on bonds payable from the bonds payable from the Bond Sinking Fund as to which there might otherwise be default.

Contingencies and Maintenance Fund

A transfer from the Water Revenue Fund on or before the 15th day of each month of each year is the sum of fifty-five dollars (\$55.00), said funds to be used to care for depreciation, extensions, additions, improvements and replacements necessary to operate the system properly.

All required deposits were made in these funds.
Activity in these funds for 1997 follows:

	Sinking Fund	Reserve Fund	Depreciation Fund
Balance 12/31/96	\$ 16,712	24,400	28,522
Transfers in:	14,848	748	688
Interest earned	288	172	154
Payments on bonds and notes	(14,718)	—	—
Balance 12/31/97	\$ 17,128	25,220	29,364

40) Retirement Commitments

All work is done by subcontractors, therefore, the District has no responsibility to provide retirement benefits.

SOUTHWEST WYCHELAKO WATERWORKS DISTRICT
Bossier, Louisiana

Notes to the Financial Statements

(7) Contributed Capital

Amounts contributed to the enterprise fund for acquisition or construction of fixed assets are recognized as contributed capital. Contributed capital generated through grants externally restricted for capital acquisitions is amortized based on the depreciation recognized on that portion of the assets acquired or constructed from such grants. This depreciation is added to the appropriate contributed capital account and is reflected as an adjustment to net income on the Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings.

Contributed capital for the water district consist of the following:

	<u>Amount</u>
Federal Grants	\$10,515

The contributed capital is externally restricted for capital acquisitions or construction. Depreciation on the fixed assets acquired by contributed capital is treated as a reduction of contributed capital and a corresponding increase in retained earnings. In the current year, \$10,204 of contributed capital was amortized.

(8) Litigation

As December 31, 1997, there is no litigation pending against the District.

(9) Board Members' Compensation

The Board of Directors volunteer their services and receive no reimbursement.

SUPPLEMENTARY INFORMATION

KOLDER, CHAMPAGNE, SLAVEN & RAINEY, LLC
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**ACCOUNTANTS' REPORT
ON APPLIED ASSESS-UPON PROCEDURES**

Board of Directors
Southwest Acropolis Waterworks District
Bossier, Louisiana

We have performed the procedures included in the Louisiana Government Audit Guide and referenced below, which were agreed to by the management of Southwest Acropolis Waterworks and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about Southwest Acropolis Waterworks's compliance with certain laws and regulations during the year ended December 31, 1997 included in the accompanying Louisiana Mitigation Determination. This agreed-upon procedure engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$5,000, or public works exceeding \$50,000, and determine whether such purchases were made in accordance with LA-BS 18:1211-1281 (the public bid law).

There were no expenditures made during the year for material and supplies exceeding \$5,000, or public works exceeding \$50,000.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of management as defined by LA-BS 43:1281-1324 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list.

OFFICE OF
LEGISLATIVE AUDIT
1000 Lakeside Drive
Baton Rouge, Louisiana 70801
504.388.1100

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (I) were also included on the listing obtained from management in agreed-upon procedure (II) as immediate family members.

Per LSA-RS 42:1118 C(1) no member of the immediate family of a member of a governing authority of a governmental entity shall be employed by the governmental entity.

A son of one of the directors was employed until July, 1997, which is in direct violation of the above statute. Upon realizing they had violated a state law, the son was terminated.

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Southwest Acyollas Waterworks, an enterprise fund and a component unit of the Acyollas Parish Police Jury, is not required to adopt a budget.

6. Trace the budget adoption and amendments to the published advertisement in the official journal.

Southwest Acyollas Waterworks, an enterprise fund and a component unit of the Acyollas Parish Police Jury, is not required to adopt a budget.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues or expenditures exceed budgeted amounts by more than 5%.

Southwest Acyollas Waterworks, an enterprise fund and a component unit of the Acyollas Parish Police Jury, is not required to adopt a budget.

Accounting and Reporting

8. Randomly select 6 disbursements made during the period under examination and:

- a. Trace payments to supporting documentation as to proper amount and payee.

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- b. determine if payments were properly coded to the correct fund and general ledger account; and

All payments were properly coded to the correct fund and general ledger account.

- c. determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approval from the Southwest Acropolis Worksites.

8. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds or like indebtedness.

We inspected copies of all bank deposit slips for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.

9. Examine payroll records for the year to determine whether any payments have been made to employees which may constitute bonuses, advances, or gifts.

We inspected payroll records for the year and noted no instances which would indicate payments to employees which would constitute bonuses, advances or gifts.

We were not engaged to and did not perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Southwest Acropolis Worksites District and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Monroeville, Louisiana
June 14, 2008